

1 BILL NO. R-96 - 11-19

2 DECLARATORY RESOLUTION NO. R-71-96

3
4 A DECLARATORY RESOLUTION designating an
5 "Economic Revitalization Area" under I.C. 6-1.1-12.1
6 for property commonly known as 3011 Congressional
7 Parkway, Fort Wayne, Indiana 46808 (Otteweller
8 Company, Inc.)

9 WHEREAS, Petitioner has duly filed its petition dated October 30, 1996 to have the
10 following described property designated and declared an "Economic Revitalization Area"
11 under Section 153.02 of the Municipal Code of the City of Fort Wayne, Indiana, of 1993, as
12 amended, and I.C. 6-1.1-12.1, to wit:

13 Attached hereto as "Exhibit A" as if a part herein;

14 and

15 WHEREAS, said project will create 20 full-time, permanent jobs and one part-time
16 permanent job for a total new, annual payroll of \$598,595, with the average new annual job
17 salary being \$28,504 and retain 101 full-time, permanent jobs and 8 part-time, permanent jobs
18 for a total current annual payroll of \$3,107,000, with the average current, annual job salary
19 being \$28,504; and

20 WHEREAS, the total estimated project cost is \$750,000; and

21 WHEREAS, it appears the said petition should be processed to final determination in
22 accordance with the provisions of said Division 6.

23 NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF
24 THE CITY OF FORT WAYNE, INDIANA:
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1 **SECTION 1.** That, subject to the requirements of Section 6, below, the
2 property hereinabove described is hereby designated and declared an "Economic Revitalization
3 Area" under I.C. 6-1.1-12.1. Said designation shall begin upon the effective date of the
4 Confirming Resolution referred to in Section 6 of this Resolution and shall terminate on March
5 1, 1998.

6 **SECTION 2.** That, upon adoption of the Resolution:

7 (a) Said Resolution shall be filed with the Allen County Assessor;

8 (b) Said Resolution shall be referred to the Committee on Finance and shall also be
9 referred to the Department of Economic Development requesting a recommendation
10 from said department concerning the advisability of designating the above area an
11 "Economic Revitalization Area";
12

13 (c) Common Council shall publish notice in accordance with I.C. 6-1.1-12.1-2.5 and
14 I.C. 5-3-1 of the adoption and substance of this resolution and setting this
15 designation as an "Economic Revitalization Area" for public hearing;
16

17 (d) If this Resolution involves an area that has already been designated an allocation
18 area under I.C. 36-7-14-39, then the Resolution shall be referred to the Fort Wayne
19 Redevelopment Commission and said designation as an "Economic Revitalization
20 Area" shall not be finally approved unless said Commission adopts a Resolution
21 approving the petition.
22

23 **SECTION 3.** That, said designation of the hereinabove described property as an
24 "Economic Revitalization Area" shall apply to a deduction of the assessed value of personal
25 property for new manufacturing equipment.
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1 **SECTION 4.** That, the estimate of the number of individuals that will be employed or
2 whose employment will be retained and the estimate of the annual salaries of those individuals
3 and the estimate of the value of new manufacturing equipment, all contained in Petitioner's
4 Statement of Benefits, are reasonable and are benefits that can be reasonably expected to result
5 from the proposed described installation of new manufacturing equipment.

6 **SECTION 5.** That, the current year approximate tax rates for taxing units within the
7 City would be:

8 (a) If the proposed new manufacturing equipment is not installed, the approximate
9 current year tax rates for this site would be \$8.7396/\$100.

10 (b) If the proposed new manufacturing equipment is installed and no deduction is
11 granted, the approximate current year tax rate for the site would be \$8.7396/\$100
12 (the change would be negligible).

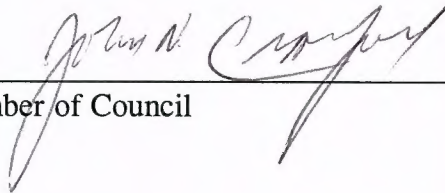
13 (c) If the proposed new manufacturing equipment is installed and a deduction
14 percentage of eighty percent (80%) is assumed, the approximate current year tax
15 rate for the site would be \$8.7396/\$100 (the change would be negligible).

16 **SECTION 6.** That, this Resolution shall be subject to being confirmed, modified and
17 confirmed, or rescinded after public hearing and receipt by Common Council of the above
18 described recommendations and resolution, if applicable.

19 **SECTION 7.** That, pursuant to I.C. 6-1.1-12.1, it is hereby determined that the
20 deduction from the assessed value of the new manufacturing equipment shall be for a period of
21 five years.

1 **SECTION 8.** That, the benefits described in the Petitioner's Statement of Benefits can
2 be reasonably expected to result from the project and are sufficient to justify the applicable
3 deductions.

4 **SECTION 9.** That, this Resolution shall be in full force and effect from and after its
5 passage and any and all necessary approval by the Mayor.
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9 _____
10 Member of Council
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13 APPROVED AS TO FORM AND LEGALITY
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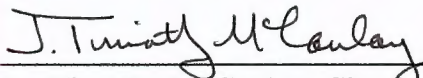
15 
16 _____
17 J. Timothy McCaulay, City Attorney
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EXHIBIT A

LEGAL DESCRIPTION: LOT NUMBER 59 AND LOT NUMBER 58 EXCEPT THE EAST 50 FEET THEREOF, AND THE EAST 100 FEET OF LOT NUMBER 60, CONGRESSIONAL INDUSTRIAL PARK, SECTION II.

FLOOD STATEMENT:

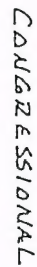
THE "FLOOD INSURANCE RATE MAP" FOR THE CITY OF FORT WAYNE, INDIANA, COMMUNITY PANEL NUMBER 180003 0015B, APRIL 3, 1985, INDICATES THE ABOVE DESCRIBED REAL ESTATE LIES IN ZONE C.

I HEREBY CERTIFY THAT THIS PLAT OF SURVEY WAS MADE UNDER MY SUPERVISION AS SHOWN, IS CORRECT TO THE BEST OF MY KNOWLEDGE AND INFORMATION, AND WAS COMPLETED ON NOVEMBER 6, 1984

REVISED MAY 25, 1990 TO SHOW ADDITION TO EXISTING BUILDING. NO MONUMENTS SET OR RECOVERED THIS DATE.

Joel A. Hoehn





WESTLEY RAY
LIVE AS BOWLER DR.

A circular notary seal for Joel A. Hoeft. The outer ring contains the text "JOEL A. HOEFT" at the top and "REGISTERED" at the bottom. Inside this ring, the text "No. 87-0002" is centered. Below the number, it says "STATE OF INDIANA" and "LAND SURVEYOR". There are two stars on the left and right sides of the seal.

John A. Hoelke

Read the first time in full and on motion by Crawford,
and duly adopted, read the second time by title and referred to the
Committee on Finance (and the City Plan Commission
for recommendation) and Public Hearing to be held after due legal notice, at
the Common Council Council Conference Room 128, City-County Building, Fort
Wayne,, Indiana, on _____, 19____, the _____ day of _____
M., E.S.T.

DATED: 11-12-96

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Crawford,
and duly adopted, placed on its passage. PASSED
by the following vote:

	AYES	NAYS	ABSTAINED	ABSENT:
TOTAL VOTES	<u>7</u>			<u>2</u>
BENDER	<u>✓</u>			
CRAWFORD	<u>✓</u>			
EDMONDS				<u>✓</u>
HALL	<u>✓</u>			
HAYHURST	<u>✓</u>			
HENRY	<u>✓</u>			
LUNSEY				<u>✓</u>
RAVINE	<u>✓</u>			
SCHMIDT	<u>✓</u>			

DATED: 11-12-96

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne,
Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL)

(SPECIAL) (ZONING) ORDINANCE RESOLUTION NO. 9-71-96
on the 12th day of November, 1996

ATTEST:

(SEAL)

Sandra E. Kennedy D. Schmidt
SANDRA E. KENNEDY, CITY CLERK PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on
the 13th day of November, 1996,
at the hour of 3:00 o'clock P. M., E.S.T.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 20th day of November,
1996, at the hour of 9:00 o'clock A M., E.S.T.

PAUL HELMKE
PAUL HELMKE, MAYOR

**STATEMENT OF BENEFITS**

State Form 27167 (R5 / 11-95)

Form SB - 1 is prescribed by the State Board of Tax Commissioners, 1989

CITY OF FT WAYNE**FORM
SB - 1**

OCT 30 1996

INSTRUCTIONS:

1. This statement must be submitted to the body designating the economic revitalization area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise this statement must be submitted to the designating body **BEFORE** a person installs the new manufacturing equipment, or **BEFORE** the redevelopment or rehabilitation of real property in which the person wishes to claim a deduction. "Projects" planned or committed to after July 1, 1987 and areas designated after July 1, 1987 require STATEMENT OF BENEFITS. (IC 6-1.1-12.1)
2. Approval of the designating body (City Council, Town Board, County Council, etc.) must be obtained prior to initiation of the redevelopment or rehabilitation or prior to installation of the new manufacturing equipment, **BEFORE** a deduction may be approved.
3. To obtain a deduction, Form 322 ERA, Real Estate Improvements and / or Form 322 ERA / PP, New Machinery, must be filed with the county auditor. With respect to real property, Form 322 ERA must be filed by the later of: (1) May 10; or (2) thirty (30) days after a notice of increase in real property assessment is received from the township assessor. Form 322 ERA / PP must be filed between March 1 and May 15 of the assessment year in which new manufacturing equipment becomes assessable, unless a filing extension has been obtained. A person who obtains a filing extension must file the form between March 1 and June 14 of that year.
4. Property owners whose Statement of Benefits was approved after June 30, 1991 must submit Form CF - 1 annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)

SECTION 1 TAXPAYER INFORMATION	
Name of taxpayer OTTENWELLER CO., INC.	
Address of taxpayer (street and number, city, state and ZIP code) 3011 CONGRESSIONAL PKWY. FORT WAYNE, IN. 46808	
Name of contact person MICHAEL OTTENWELLER	Telephone number (219) 484-3166

SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT			
Name of designating body FORT WAYNE COMMON COUNCIL		Resolution number R -	
Location of property 3011 CONGRESSIONAL PKWY. FT. WAYNE, IN.	County ALLEN	Taxing district WASHINGTON TOWNSHIP	
Description of real property improvements and / or new manufacturing equipment (use additional sheets if necessary) 1-CINCINNATI CL-7 LASER 535,000.00 1-MG GEMINI FLAMECUT PLASMA CUTTING MACHINE 130,000 1-GRACO PAINT MIXING SYSTEM 65,000 1-HAEGER INSERT PRESS 20,000		ESTIMATED	
		Start Date 12/1/96	Completion Date 12/1/97
		Real Estate	
		New Mfg Equipment	

SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT					
Current number	Salaries	Number retained	Salaries	Number additional	Salaries
109	3,107,000.00	109	3,107,000.00	21	3,705,595.00

SECTION 4 ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT				
NOTE: Pursuant to IC 6-1.1-12.1-5.1 (d) (2) the COST of the property is confidential.	Real Estate Improvements		Machinery	
	Cost	Assessed Value	Cost	Assessed Value
Current values			3,891,116.00	524,237.00
Plus estimated values of proposed project			750,000.00	100,000.00
Less values of any property being replaced			303,196.00	42,582.00
Net estimated values upon completion of project			4,337,920.00	581,655.00

SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER	
Estimated solid waste converted (pounds) _____	Estimated hazardous waste converted (pounds) _____
Other benefits: 	

SECTION 6 TAXPAYER CERTIFICATION		
I hereby certify that the representations in this statement are true.		
Signature of authorized representative 	Title PRESIDENT	Date signed (month, day, year) 11/5/96

FOR USE OF THE DESIGNATING BODY

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2.

- A. The designated area has been limited to a period of time not to exceed 2 calendar years * (see below). The date this designation expires is March 1, 1998.
- B. The type of deduction that is allowed in the designated area is limited to:
1. Redevelopment or rehabilitation of real estate improvements; ☐ Yes ☒ No
 2. Installation of new manufacturing equipment; ☒ Yes ☐ No
 3. Residentially distressed areas ☐ Yes ☒ No
- C. The amount of deduction applicable for new manufacturing equipment is limited to \$ unlimited cost with an assessed value of \$ unlimited.
- D. The amount of deduction applicable to redevelopment or rehabilitation is limited to \$ N/A cost with an assessed value of \$ N/A.
- E. Other limitations or conditions (specify) N/A
- F. The deduction for new manufacturing equipment installed and first claimed eligible for deduction after July 1, 1991 is allowed for: ☒ 5 years ☐ 10 years The deduction period will be five (5) years unless the designating body has by resolution specified the ten (10) year period.

Also we have reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved: (signature and title of authorized member)

Telephone number

Date signed (month, day, year)

DD Schmitt Council President

(214) 427-1221

11-12-96

Attested by:

Designated body

Randall E. Kennedy Clerk

Common Council

* If the designating body limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under IC 6-1.1-12.1-4 or 4.5 Namely: (see tables below)

NEW MANUFACTURING EQUIPMENT

For Deductions Allowed Over A Period Of:

Year of Deduction	Five (5) Year Percentage	Ten (10) Year Percentage
1st	100%	100%
2nd	95%	95%
3rd	80%	90%
4th	65%	85%
5th	50%	80%
6th		70%
7th		55%
8th		40%
9th		30%
10th		25%

REDEVELOPMENT OR REHABILITATION OF REAL PROPERTY IMPROVEMENT

For Deductions Allowed Over A Period Of:

Year of Deduction	Three (3) Year Deduction	Six (6) Year Deduction	Ten (10) Year Deduction
1st	100%	100%	100%
2nd	66%	85%	95%
3rd	33%	66%	80%
4th		50%	65%
5th		34%	50%
6th		17%	40%
7th			30%
8th			20%
9th			10%
10th			5%

NEW

DEPT DESCRIPTION	PROGRAM	REQUESTED	ITEM	QTY	L O	T Y	DATE	P	CLASS	CODE	YR
8263 OSCILLOSCOPES	ALL	12,000	097710	2	T		0497	A	III	2	97
8263 POWER SUPPLIES	ALL	6,600	097711	3	T		0497		III	2	
8263 AMPLIFIERS	ALL	5,800	097712	2	T		0697		III	2	
8263 DARK-FIELD ALIGNMENT	ALL	12,000	097713	1	T		0497		III	2	
8263 IR POLARIZERS	ALL	4,000	097714	1	T		0397		III	1	
8770 COMPUTER TELEPHONY B SPEAKER		5,000	097717	3	D		0197		II	1	
9340 TEST SET CONTROLLERS	NTDR	2,500	970005	5	S		0297		I	1	
9340 POWER SUPPLIES	NTDR	8,000	970006	2	S		0197		I	1	
9340 VXI SWITCHING SYSTEM	NTDR	20,000	970010	1	S		0197		I	1	
9340 NO FLUX SOLDER VACUUM SINGGARS		20,000	970011	3	S		0397		IV	1	
9340 TEST SYSTEM (SPECIAL LSIP		7,000	970016	4	S		0197		I	1	
9340 DIGITAL "O" SCOPE FO	LSIP	20,000	970017	1	S		0197		I	1	
9340 PM 30 VIBRATION AMP	MINTERM	10,000	970018	1	S		0197		III	1	
8521 PROTOCOL ANALYZER NE	ESPD	70,000	970050	1	N		0197		I	1	
8523 COSSAP	HMT	50,000	970053	1	N		0297		IV	1	
8537 LAN/WAN EXPERT SNIFF	ESPD	35,000	970055	1	N		0397		II	1	
8537 HP225A PORTABLE PRIN	ALL	3,000	970056	2	N		0197		II	1	
8522 PENTIUM WORKSTATION	ALL	13,600	970058	1	N		0197		IV	1	
9150 TEST SET - MANUAL TE	SIP	40,000	970061	1	P		0197		III	1	
9150 UPGRADE PRAT TEST SE	SIP	80,000	970062	1	P		0197		III	1	
9150 LOGIC ANALYZER	SIP	13,750	970066	1	P		0397		I	1	
9150 HUNTRON TRACKER	AIP	29,475	970067	1	P		0197		IV	1	
9160 MICR-HITE DIGITAL HE	ALL	10,700	970069	1	P		0597		I	1	
7250 FLUKE 845 NULL DETEC	ALL	2,400	970071	1	P		0397		II	1	
7250 DUST EXHAUST SYSTEM	ALL	6,000	970072	1	S		0397		II	1	
7250 ESD TEST EQUIPMENT	ALL	5,200	970083	1	T		0197		II	1	
7250 PHASE COMPARATORS	ALL	4,800	970090	2	T		0197		II	1	
4320 EQUIP REPLACEMENT	ALL	90,000	970092	1	S		0697		I	1	
7250 MULTI-PRODUCT CALIBR	ALL	20,000	970097	1	P		0197		II	1	
8473 AN GRM-122 TEST SET	SINGGARS	41,308	970098	1	I		0197		I	1	
7250 2-CHANNEL 500MHZ SCO	ALL	8,000	970100	1	P		0397		II	1	
7230 C-SAM UPGRADES	ALL	24,000	970106	1	P		0197		II	1	
7250 BLACK BODY CALIBRATO	ALL	3,200	970107	1	T		0397		II	2	
8470 RF COM TEST	ALL	12,400	970116	1	I		0397		I	1	
8532 UNIVERSAL TRANSIENT	ALL	17,755	970124	1	N		0297		I	1	
4216 DIISOCYANATE MONITOR	ALL	4,500	970125	1	T		1097		II	1	
4216 PC UPGRADES	ALL	4,000	970126	2	T		0697		II	2	
7280 LTS CONTROLLER CONVE	ALL	10,500	970128	1	P		0297		IV	1	
7280 REPLACEMENT ELECTRIC	ALL	16,400	970130	1	P		0797		IV	1	
7280 TEST CONTROLLERS	ALL	10,000	970131	1	P		0397		III	1	
7280 TENSILE STRESS PULL	ALL	7,000	970132	1	P		0497		III	2	
9340 BAR CODE READERS	AIRTERM	10,500	970139	10	S		0197		I	1	
9340 SCHLUMBERGER TEST SY	SINGGARS	580,050	970142	1	S		0197		I	1	
9140 AUDIO ANALYZER	ALL	7,500	970145	1	P		0297		III	1	
9140 UPGRADE PRAT/AIR TAA	ALL	80,000	970146	1	P		0297		III	1	
9140 AIRBORNE SIP TEST SE	AIR SIP	122,000	970166	1	P		0197		III	1	
9155 SMT REWORK STATION	ALPHA	15,000	970167	1	P		0497		I	1	
8252 CENTRIFUGE	ALL	3,750	970169	1	T		0197		III	1	
9340 TS80 PS REPLACEMENTS	SINGGARS	4,600	970172	2	S		0497		IV	1	
9340 HP8656A REPLACE B MO	SINGGARS	9,000	970173	1	S		0497		IV	1	

DESIGNATES
1997 FIXED
ASSET EXPENDITURE
F&L 7310
DEVELOPMENT DR.

U
P

ITT Aerospace/Communications Division
Capital by TYPE Listing - Year 97

09/18/96 09:47:25

DEPT	DESCRIPTION	PROGRAM	REQUESTED	ITEM	QTY	L O C	DATE	P	CLASS	CODE	YR
9340	HP AMD BACKUP SERVER	ALL	75,000	970175	1	S	0397	A	IV	1	97
8252	VACUUM SYSTEM FOR CR	ALL	6,000	970176	1	T	0197		III	1	
9155	PLASMA CLEANER	ALPHA	15,000	970177	1	P	0397	I	I	2	
9155	VXI TIME INTERVAL SY	ALPHA	36,500	970187	1	P	0597		I	1	
8533	HP9595E SPECTRUM ANA	ALL	20,000	970193	1	N	0397	IV	IV	1	
8533	HP8757/002 SCALAR NE	GPS	11,600	970194	1	N	0397	IV	IV	1	
8533	TEK SCOPE 2465	ALL	25,000	970195	1	N	0397	IV	IV	1	
8534	UPDATE SCOPE TA5485Y	W-SENSOR	3,850	970196	1	N	0897	I	I	1	
8534	X=TERM PRO ENGR	ATE	5,700	970197	1	N	0797	I	I	1	
8534	POWER SUPPLY	GPS	2,000	970198	1	N	0897	I	I	1	
4216	VOLATILE ORGANIC AIR	ALL	2,500	970237	1	T	0697	VII		3	
7521	DUAL-HEAD MICROSCOP	ALL	15,000	970242	1	N	0197	I	I	1	
7521	PHOTO MICROSCOPE	ALL	3,000	970244	1	N	0197	I	I	1	
8470	DIGITAL SCOPE	ALL	4,800	970247	1	P	0297	I	I	2	
8533	HP 85037A DETECTOR	ALL	1,700	970284	1	N	0397	IV	IV	1	
8533	DC POWER SUPPLY 6010	ALL	3,500	970285	1	N	0397	IV	IV	1	
9340	ENI 100W AMPLIFIER R	SINGARS	5,800	970298	1	S	0397		III	1	

TYPE: A

3,774,999 167 268

Summit
781,650
449,925
Port =

All America City Investors
Post Office Box 10690
Fort Wayne, IN 46853-0690
(219) 424-1470
FAX (219) 422-3129

+++++

October 30, 1996

Mr. Robert Sevier
City of Fort Wayne, Indiana
One Main Street
Fort Wayne, IN 46802


RE: ITT Aerospace

Dear Mr. Seiver:

Please be advised that All America City Investors is aware of and approves ITT's application for designation as an Economic Revitalization Area.

Sincerely yours,

ALL AMERICA CITY INVESTORS

by: 
Theodore F. Hagerman,
General Partner

TFH:rs

Admn. Appr. _____

DIGEST SHEET

TITLE OF ORDINANCE Declaratory Resolution

DEPARTMENT REQUESTING ORDINANCE Department of Economic Development

SYNOPSIS OF ORDINANCE ITT Aerospace Communications Division is requesting the approval of an Economic Revitalization Area for real estate improvements in the amount of \$7,300,000 and personal property improvements in the amount of \$2,716,900. In order to expand, ITT Aerospace Communications Division will expand and renovate its 140,800 square foot manufacturing facility to 295,200 square feet.

EFFECT OF PASSAGE Creation of 95 new jobs with benefits plus expansion of an existing company. Tax savings will be reinvested in new equipment purchases.

EFFECT OF NON-PASSAGE Loss of 95 new jobs and additional tax revenue.

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS) No public expenditures involved.

ASSIGNED TO COMMITTEE (PRESIDENT) Tom Henry

CITY OF FT WAYNE	
FOR STAFF USE ONLY: Declaratory Passed _____ 19____ Confirmatory Passed _____ 19____ FT Jobs Currently _____ PT Jobs Currently _____ \$ _____ Current Average Annual Salary	OCT 30 1996 DEPT. OF ECON DEVL. \$ _____ Avg Annual Salary of all New Jobs \$ _____ Avg Annual Salary of all Retained Jobs FT Jobs to be Created _____ PT Jobs to be Created _____ FT Jobs to be Retained _____ PT Jobs to be Retained _____

ECONOMIC REVITALIZATION AREA APPLICATION
CITY OF FORT WAYNE, INDIANA

APPLICATION IS FOR:

Real estate key no. 80-0016-0034

(Check appropriate box[es] below)

- ☒ Real Estate Improvements Total cost of improvements: 8.0M
☒ Personal Property (New Manufacturing Equipment) Total cost of improvements: 2.7M

TOTAL OF ABOVE IMPROVEMENTS: \$10.7M

GENERAL INFORMATION

Taxpayer's name: ITT Industries, Inc. Telephone: 219/487-6000

Address listed on tax bill: Hagerman Construction
510 W. Washington Blvd., Fort Wayne, IN 46802-2918

Name of applicant's business: ITT Aerospace/Communications Division

Name of business to be designated, if applicable: ITT Aerospace/Communications Division

DBA: Innovation Development

Address of property to be designated: 7310 Development Drive, Fort Wayne, IN

Contact person if other than above: Name: Robert E. Sevier Telephone: 487-6232

Address: 1919 West Cook Road, Fort Wayne, IN

- ☒ Yes ☐ No Is the property for which you are requesting ERA designation totally within the corporate limits of the City of Fort Wayne?
☐ Yes ☐ No Do you plan to request state or local assistance to finance public improvements?
☐ Yes ☒ No Will the proposed project have any adverse environmental impact?

Describe: _____

Describe the product or service to be produced or offered at the project site? _____

Manufacture of military communications equipment under U.S. Government contracts.

In order to be considered an Economic Revitalization Area (ERA), the area must be within the corporate limits of the City of Fort Wayne and must have become undesirable for, or impossible of, normal development and occupancy because of a lack of development, cessation of growth, deterioration of improvements or character of occupancy, age, obsolescence, substandard buildings, or other factors which have impaired values or prevent a normal development of property or use of property. It also includes any area where a facility or a group of facilities that are technologically, economically, or energy obsolete are located and where the obsolescence may lead to a decline in employment and tax revenues.

How does the property for which you are requesting designation meet the above definition of an ERA?

ITT Industries, Inc., has decided to consolidate manufacturing activities and will move New Jersey manufacturing activity to its Fort Wayne facility. Because the existing plant is too small and not equipped for the consolidation, it must be expanded and renovated. In its current condition, it is not suitable for the company's current needs.

REAL ESTATE ABATEMENT

Complete this section of the application only if requesting a deduction from assessed value for real estate improvements.

Describe any structure(s) that is/are currently on the property: 140.8K sq ft manufacturing facility with adjoining parking lot located within City of Fort Wayne's Summit Park.

Describe the condition of the structure(s) listed above: Building is in good condition. Parking lot is paved.

Describe improvements to be made to property to be designated: Building is to be expanded to 295,200 square feet.

Projected construction start (month/year): 12/1/96

Projected construction completion (month/year): 10/31/97

Current land assessment: \$ 131,600.00 Current improvements assessment: \$ 28,130.00

Current real estate assessment: \$ 992,570 Current property tax bill on site to be designated: \$ 100,706.72

What is the anticipated first year tax savings attributable to this designation? \$ 146,825.00

How will you use these tax savings? Savings will be reinvested in new equipment purchases.

PERSONAL PROPERTY ABATEMENT

Complete this section of the application only if you are requesting a deduction from the assessed value of new manufacturing equipment.

List below the manufacturing equipment for which you are seeking an ERA designation. This equipment must be used in the direct production, manufacture, fabrication, assembly, extraction, mining, processing, refining, or finishing of other tangible personal property at the site to be designated: _____

 See attached listing.

☐ Yes ☒ No Has the above equipment for which you are seeking a designation, ever before been used for any purpose in Indiana?

Equipment purchase date: 1/97 Equipment installation date: 12/97

Current personal property tax assessment: \$ 3,400,200 Annual personal property tax bill: \$ 297,170.02

What is the anticipated first year tax savings attributable to this designation? \$ 50,930

How will you use these tax savings? _____

Reinvested in new manufacturing equipment

PUBLIC BENEFIT INFORMATION

EMPLOYMENT INFORMATION FOR FACILITY TO BE DESIGNATED

ESTIMATE OF EMPLOYEES AND SALARIES AS A RESULT OF PROPOSED FORT WAYNE FACILITY TO RECEIVE E.R.A. DESIGNATION			
	NO. OF EMPLOYEES ¹	TOTAL ANNUAL PAYROLL ²	AVERAGE ANNUAL SALARY ³
CURRENT NUMBER FULL-TIME	Hrly 697 Sal 203	15,793,323 9,135,000 Tot 24,928,323	22,659 45,000
CURRENT NUMBER PART-TIME			
NUMBER RETAINED FULL-TIME	Hrly 697 Sal 203	15,793,323 9,135,000	22,659 45,000
NUMBER RETAINED PART-TIME			
NUMBER ADDITIONAL FULL-TIME	Hrly 75 Sal 20	1,733,160 900,000 Tot 2,633,160	23,109 45,000
NUMBER ADDITIONAL PART-TIME			

Check the boxes below if the jobs to be created will provide the listed benefits:

- ☒ Pension Plan
 ☒ Major Medical Plan
 ☒ Disability Insurance
☒ Tuition Reimbursement
 ☒ Life Insurance
 ☒ Dental Insurance

List any benefits not mentioned above: Investment and Savings Plan

When will you reach the levels of employment shown above? (Year and month) 12/97

Types of jobs to be created as a result of this project? Hourly assembly, salary engineering, technicians

¹Sum of full- and part-time must match the figures given in Section 3 of "Statement of Benefits" Form SB-1 under "Current number", "Number retained", and "Number additional".

²It is to include your total annual payroll.

³Total annual payroll divided by the total number of employees at site to be designated both full- and part-time).

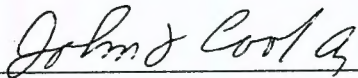
REQUIRED ATTACHMENTS

The following must be attached to the application.

1. Full legal description of property. (Property tax bill legal descriptions are not sufficient.)
Should be marked as Exhibit A.
2. Check for application fee made payable to the City of Fort Wayne.

<u>Project Cost</u>	<u>Fee</u>
\$0 to 250,000	\$ 500
\$250,001 to 1,000,000	\$ 700
\$1,000,001 and over	\$1,000
3. Owner's Certificate (if applicant is not the owner of property to be designated).
Should be marked as Exhibit B if applicable.

I hereby certify that all information and representations made on this application and its attached exhibits are true and complete and that no building permit has been issued for construction of improvements, nor has any manufacturing equipment which is a part of this application been purchased and installed as of the date of filing of this application. I understand that any incorrect information on this application may result in a recession of any tax abatements which I may receive. I understand that I must file a correctly completed CF-1 (Compliance With Statement of Benefits Form) with BOTH the City of Fort Wayne Department of Economic Development, AND the County Auditor within 60 days of the end of each year in which I receive deduction. Failure to file the CF-1 with either agency may result in a recision of any tax abatement occurring as a result of this application.



Signature of Applicant

10/30/96

Date

John F. Cook, Jr.
Vice President and Controller

Typed Name and Title of Applicant



MEMORANDUM

TO: Common Council Members

FROM: Staci Walter
Economic Development Specialist, Department of Economic Development

DATE: November 6, 1996

SUBJECT: Real and Personal Property Tax Abatement Application dated October 30, 1996 for ITT Aerospace Communications Division
Address: 7310 Innovation Boulevard, Fort Wayne, Indiana 46818

Background

Description of Product or Service Provided by Company:

ITT Aerospace Communications Division manufactures military communications equipment under U.S. Government contracts.

Description of Project:

Production of communications equipment.

Total Project Cost:	\$10,016,900	Number of Full Time Jobs Created:	95
Councilmanic District:	3	Number of Part Time Jobs Created:	0
Existing Zoning of Site:	M2	Average Annual Wage of Jobs Created:	\$27,717
		Number of Full Time Jobs Retained:	900
		Number of Part Time Jobs Retained:	0
		Average Annual Wage of Jobs Retained:	\$27,698

Project is Located Within a:

Designated Downtown Area:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Redevelopment Area:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Urban Enterprise Area:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Platted Industrial Park:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

Effect of Passage of Tax Abatement

Creation of 95 new jobs with benefits and the retention of 900 full-time employees. Tax savings will be used to reinvest in additional equipment.

Effect of Non-Passage of Tax Abatement

Loss of 95 new jobs and additional tax revenue.

Staff Recommendation

Per the established policy of the Department of Economic Development, the following recommendations are made:

1. Designation as an "Economic Revitalization Area" should be granted.
2. Designation period will terminate on March 1, 1998.
3. The period of deduction for real improvements should be for ten years.
4. The period of deduction for personal property improvements should be for five years.

Signed: Spaci Walter
Economic Development Specialist

Signed: Risha Gennard
Sr. Economic Development Specialist

Comments:

BILL NO. R-96-11-17

REPORT OF THE COMMITTEE ON
FINANCE
THOMAS C. HENRY - JOHN N. CRAWFORD - CO-CHAIR
ALL COUNCIL MEMBERS

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS
REFERRED AN (~~ORDINANCE~~) (RESOLUTION) 7310 Innovation Boulevard
(ITT Aerospace Communications Division)

HAVE HAD SAID (~~ORDINANCE~~) (RESOLUTION) UNDER CONSIDERATION
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID
(~~ORDINANCE~~) (RESOLUTION) _____

DO PASS

DO NOT PASS

ABSTAIN

NO REC

<u><i>John W. Curry</i></u>	_____	_____	_____
<u><i>John A. B.</i></u>	_____	_____	_____
<u><i>Debbie Hall</i></u>	_____	_____	_____
<u><i>D. S. D.</i></u>	_____	_____	_____
<u><i>Rebecca L. Harris</i></u>	_____	_____	_____
<u><i>Thomas H. Haynes</i></u>	_____	_____	_____
<u><i>Clifford R. Edmonds</i></u>	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

DATED: 11-12-96

Sandra E. Kennedy
City Clerk